

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 4, 1996

SUBJECT: **HB 2033 - SB 2710**

This bill, if enacted, will change the criteria a territory must meet in order to incorporate as a municipality to allow those areas with at least 225 residents to incorporate. Current law forbids incorporation with fewer than 1,500 residents.

The fiscal impact on local governments from enactment of this bill in and of itself is estimated to be minimal since the provisions of the bill are permissive.

The net fiscal impact to local governments from enactment of this bill is estimated to be not significant, since the effect of the bill is to shift revenues and expenditures from current local governments to newly-formed municipalities.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director